ANNUAL FINANCIAL REPORT 2000

THE UNIVERSITY OF MANITOBA

101-00992/

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REPORT OF THE BOARD OF GOVERNORS

To the Lieutenant-Governor-in-Council,
Winnipeg, Manitoba

In Compliance with Section 22(1) of The University of Manitoba Act, the Annual Report on the financial affairs of the University for the year ended March 31, 2000 is herewith submitted to the Lieutenant-Governor-in-Council. In this report, we set forth in detail -

(a) the receipts and expenditures for the next preceding fiscal year,
(b) the investments as they stood at the end of the year, and
(c) other particulars which may be of interest to the Lieutenant-Governor-in-Council.

Included with this Report are the Financial Report of the Vice-President (Administration), the Statement of Responsibility for Financial Reporting and the Report of the Provincial Auditor of the Province of Manitoba on the audit of the accounts of the University.

Receipts and Expenditures:
Summary of General Operating Fund Results
(In thousands of dollars)

	Year Ended March 31 2000	1999
Revenues and Other Additions	$ 285,783	$ 276,377
Expenditures and Other Deductions	268,477	270,336
Net Revenues	17,306	6,041
Appropriated (To) From Specific Provisions	(7,806)	5,542
Expenditures Funded from Future Revenues	482	(203)
Inter-Fund Transfers	(9,912)	(11,368)
Net Increase (Decrease) To Fund Balances	$ 70	$ 12

Additions exceeded deductions by $17,306 for the current fiscal year. Net appropriations of $7,806 were made to specific provisions and an amount of $9,912 was transferred to other funds. The resulting net surplus of $70 has been added to the general operating balance in the General Operating Fund, increasing it to a balance of $307 as at March 31, 2000.

Investments: (In thousands of dollars)
Investment holdings at March 31, 2000 were as follows (at fair value):

Canadian and Canadian-guaranteed Bonds	$ 25,296
Provincial and Provincial-guaranteed Bonds	16,589
Other Investments	166,582
	$ 208,467

Details of the above summaries will be found in the Financial Statements of the University which follow.

Members of the Board of Governors:

At March 31, 2000 the members of the Board of Governors were as follows:

Chair:
Paul M. Soubry

Vice-Chair:
Claudia Weselake, B.Sc.

Chancellor:
Arthur Mauro, O.C., Q.C., K.S.G., B.A., LL.B., LL.M., LL.D., D. Comm.

President and Vice-Chancellor:
Emőke J. E. Szathmáry, B.A.(Hons.), Ph.D.

Appointed by the Lieutenant-Governor-in-Council:
Linda Archer
Ron Black, B.A., LL.B.
Shannon Bracken
Darlene Hildebrand, B.Comm.(Hons.)
Claudette Lahaie, B.Sc.(H.Ec.)
Iain MacNair, B.Sc.
Dale Parkinson, C.A., F.C.A.
Ken Shiffman, B.A., B.Comm., C.A.
Carol Smith, B.A.
Paul M. Soubry
Kevin Toyne
Doug Ward, Q.C., B.A., LL.B.

Elected by Senate:
Bernie Dronzek, B.L., B.Sc., M.Sc., Ph.D.
Harry W. Duckworth, B.Sc.(Hons.), Ph.D.
Janet Hoskins, B.E.S., M.Sc., Ph.D.

Elected by Graduates:
Wayne Anderson, B.S.A., M.B.A.
Wendi Thiessen, B.Comm.(Hons.), M.B.A.
Claudia Weselake, B.Sc.

Elected by The University of Manitoba Students' Union:
Gordon Fletcher
Steven Fletcher, B.Sc.
Krishna Lalbiharie, B.Sc.

University Secretary:
Beverly M. M. Sawicki, B.A.(Hons.), LL.B

Respectfully submitted,
The Board of Governors,
The University of Manitoba.

Paul M. Soubry,
Chair.

FINANCIAL REPORT OF THE VICE-PRESIDENT (ADMINISTRATION)

An Overview of the 1999/2000 Fiscal Year

The year began with a flurry of activity as the University readied itself for the Pan American Games. In the summer of 1999, all preparations were complete and the University became the host to over 5,000 athletes from 42 countries, dignitaries, and the general public. The Games left a significant legacy to the institution. Legacy items include the Investor's Group Athletic Centre, upgrades to student residences, the Helen Glass Centre for Nursing, upgrades to the Stadium and other athletic facilities, as well as the invaluable human experience component for University staff of playing a significant role in the staging of the Games.

During the year, the University began construction on SMART Park, a research park on the Ft. Garry campus. Funding of $5.6 million for the necessary infrastructure and short-term operating requirements were provided by the Provincial and Federal governments through the Economic Innovation Technology Council and the Western Economic Development Corporation. The purpose of SMART Park is to promote research and development at the University in partnership with government and industry. The University of Manitoba is the major research intensive University for the Province of Manitoba.

With the arrival of the new millennium, like all major corporate entities the University was busy preparing its systems to ensure readiness for the year 2000. This involved upgrades to the University's computer systems for general operations, research, as well as for physical plant and other equipment. Extensive testing conducted throughout 1999 enabled the University to begin the year 2000 with minimal disruption.

General Operations

The University's operating budget for 1999/2000 together with a Summary Statement of General Operations are included in Table 1. Total operating revenues increased by $9.4 million or by 3.4% in 1999/2000, as a result of a number of factors. Total operating grants from the Council on Post-Secondary Education (COPSE) increased by 2.4% or by $3.9 million, attributed to a general operating grant increase of 2%, and additional funding for other programs such as the Computer Science Development Plan. Student fees increased by $5.9 million or 9.6% as fees were increased by 6% to 15% depending on the program of study. Student enrollments remained steady in 1999/2000. Miscellaneous income increased by $1.5 million as a result of the sale of MBnet Networking Inc. (Mbnet), and as a result of additional income from the Pan Am Games Society for janitorial and housekeeping services provided during the Pan-Am Games.

General Operating expenses decreased by approximately $1.9 million over 1998/1999. This decrease is attributed primarily to early retirement costs of $12.7 million which were incurred in 1998/1999, offset by a $10.8 million increase in the following areas. Salaries, wages and benefits increased by $5.4 million or 3.0% due to contractual salary and benefit increases. Plant maintenance increased by $1.4 million which is a result of an increase in repairs and maintenance costs. General expenses increased by $1.1 million primarily due to an increase in vacation pay expense of $0.7 million.

Property taxes increased by $1.2 million as a result of the addition of several new buildings such as the Helen Glass Centre for Nursing, Investors Group Athletic Centre and the University Parkade. The province requires that the University pay property taxes directly, as opposed to the more common grants-in-lieu of taxes found in other jurisdictions. These expenses were added to our expenditures and provincial grant in 1996. Property taxes were not removed from the operating budget expenditures of the University as had been requested in our annual submission to them. The University has been urging this change ever since the tax burden was transferred to post-secondary educational institutions. The original grant of $13.4 million provided to the university four years ago has not been increased, and yet the property tax burden has increased by $2.4 million over that time frame. Operating funds must now be directed to the payment of property taxes that should be directed to the support of academic programs. We will again continue to make the case that the responsibility for the payment of property taxes should be re-assumed by the province. The Province has indicated that they are willing to consider this issue in 2000/2001 as a matter of provincial policy. Out of the $268.5 million in operating expenses, $28.8 million, or 10.7% is comprised of property taxes and utilities. These costs continue to rise and require funding from sources that could otherwise be directed to education programs.

Ancillary Enterprises are budgeted to operate on a break-even basis, in keeping with the University's desire to provide services on campus at an affordable price to students, staff and visitors, yet cover the costs of providing those services. Ancillary Enterprises, which include the Book Store, Parking Services, Residences, the Pharmacy and Post Office ended the

TABLE 1
GENERAL OPERATIONS
Summary Statement
(in thousands of dollars)

	April 1, 1999 Budget	March 31, 2000 Actual	March 31, 1999 Actual
Revenue:			
Council on Post-Secondary Education grants	$ 165,222	$ 166,113	$ 162,225
Other Province of Manitoba	5,600	5,932	5,339
Tuition and Related Fees	66,079	67,314	61,364
Ancillary Enterprises	24,351	22,678	23,765
Sales of goods & services	17,393	19,736	20,308
Investment & other revenues	3,080	4,010	3,376
	283,725	285,783	276,377
Expenditures:			
Instruction	162,951	171,924	174,779
Physical Plant	26,634	29,083	33,988
Ancillary Enterprises	24,351	22,514	22,831
Property Taxes	15,832	15,729	14,502
Central Reserves*	11,463		
Administration	11,325	11,949	13,190
Student Services	10,588	10,708	10,755
Libraries	14,273	15,851	16,494
Other	6,308	6,746	5,680
	283,725	284,504	292,219
Net Revenue		1,279	(15,842)
Net Transfer (to) from Other Funds		(1,209)	15,854
Net Increase to Fund Balance	$	$ 70	$ 12

	Budget	Actual
Expenses by Object Code:		
Academic Salaries	$ 88,277	$ 87,183
Other Instruction	8,685	9,467
Support Staff Salaries	60,427	64,119
Staff Benefits	23,476	23,642
Payroll Tax Levy	3,310	3,463
Supplies and Expenses	55,898	62,488
Utilities	13,456	13,053
Library Acquisitions	4,901	5,360
Central Reserves*	11,463	
Property Tax	15,832	15,729
	$ 283,725	$ 284,504

**Represents funds required for salary and contract increases and emergency purposes*

year with an excess of revenue over expense of $107,000. Transfers to the Capital Asset Fund of $1.2 million were made to fund principal and interest repayments on the Parkade loan and for equipment related to the Parkade and service road upgrades. Total revenues decreased by $1.1 million or 0.9% over 1998/1999 while expenses decreased by $1.3 million or 5.7%. These decreases are primarily due to a large one time sale of computers of over $1 million in 1998/1999.

Net Transfers to other funds of $17.7 million (1998/1999 $6.0 million) are primarily made up of transfers to the Capital Asset Fund. In 1999/2000 the University used $12.6 million of operating funds for the purchase of capital equipment, library books, debt servicing costs and the construction/renovation of new and existing buildings. Offsets to these transfers include transfers from the Trust Fund to cover eligible expenses incurred in general operating and transfers from the Research and Special Fund to cover overhead costs. Transfers in 1998/1999 appear significantly lower as a result of transfers of funding into Operating to cover early retirement costs.

Specific Provisions are established by the University to provide for known future requirements for which funding would not otherwise exist. Provisions are set aside for critical equipment replacements, renewal of student residences, parking lot development and renewal, emergency building repairs, and academic development initiatives. The early retirement incentive provision is in a deficit balance of $5.2 million at March 31, 2000. This deficit will be eliminated over the next two years by a 2% levy against the salary and wage portion of unit budgets. In the current year, $3.5 million of the deficit was repaid.

Research

The University of Manitoba employs over 1,100 staff dedicated to the research component of the University's mission. During the year the University SMART Park Development Corporation began to market and promote development of a research park at the University of Manitoba. The purpose of SMART Park is to provide stronger linkages between the University research community, governments, local business and industry. Phase 1 construction of SMART Park began during the year with approximately $3.6 million being spent on infrastructure support. SMART Park will be located at the southwest end of the Fort Garry campus, bordering Pembina Highway. SMART Park tenants will be research intensive firms dedicated to research in the fields of advanced materials and manufacturing, pharmaceutical and agricultural bio-technology, information technology and telecommunications, and research-based value-added products and processing.

Capital Asset Fund

During the 1999/2000 fiscal year, there were over $46 million in capital asset additions, including contributed assets of $7.1 million. At the close of the Pan Am Games, the Pan Am Games Society, contributed their share of the Investor's Group Athletic Centre to the University at a value of $6.6 million. An additional $17 million was spent on the construction and renovation of new and existing buildings as well as $16 million on equipment and $6 million on library books. The Central Chilled Water Plant Upgrade project began in 1999/2000 with over $3.3 million being spent on facility improvements and the purchase of two chillers. Funding was provided by COPSE .

The University was very successful in attracting over $4.1 million in funding from the Canada Foundation for Innovation, the Manitoba Innovation Fund and industry sources.

Principal repayments totalling $2,650,000 were made against the Brodie Centre bank loan reducing the loan outstanding to $550,000 by the end of the fiscal year. The bank loan is being retired as donations are received and pledges are collected. In addition, approximately $1.3 million is expected to be received in final settlement of the Brodie estate.

An additional $1.0 million demand loan was drawn upon to fund the completion of the Parkade, while a $1.5 million term loan was established to fund the space occupied by the University of Manitoba Student's Union (UMSU) in the Helen Glass Centre for Nursing. The $1 million loan is being repaid from revenues generated on the Parkade and the $1.5 million loan is being repaid by UMSU from the proceeds of a special student assessment.

Trust and Endowment

The University received a total of $15.6 million (see Table 2) in gifts, $4.5 million of which was recorded in the Trust Fund, $7.6 million in the Endowment Fund, and another $3.5 million in the Capital Asset Fund. The $12.1 million in trust and endowment donations represents an increase of $2.2 million over 1998/1999 levels of $9.9 million. This is largely due to a very generous donation of $2.0 million from a private donor. Contributions are either invested in the University Investment Trust (UIT) or the Specific Trusts. The Endowment and Trust Investment Committee is responsible for overseeing the investment of all trust and endowment funds of the University. In the summer of 1999 a very significant change was made to the University of Manitoba Act to permit investing under the "prudent person" rule, whereas prior to this change, very restrictive investment guidelines were stipulated in the Act. The Committee is finalizing investment guidelines for the UIT and the Specific Trusts.

The UIT pools funds for investment purposes and operates in a manner similar to a mutual fund in the private sector. The assets are managed by a professional investment management firm and in its investing activity, follows guidelines established by the Committee. An independent measurement service is also retained to monitor the manager's performance. Table 3 illustrates the total rate of return on the UIT from its inception in the 1990/1991 fiscal year to the present as well as the change in the market value per unit and investment income earned, expressed as a percentage. The total return on the UIT for the 1999/2000 fiscal year was 17.7% (1999, 3.59%) which is comprised of net investment income of 6.83% and unrealized gains of $16.45 per unit, or 10.87%. Total market value of the UIT as at March 31, 2000 was $164.6 million compared to $136.9 million at March 31, 1999.

Specific Trusts include contributions intended to be held for a short duration and in some cases to comply with the wishes of donors. The Committee has determined that the primary objective of the Specific Trusts are the protection of capital and liquidity to meet cash flow needs and as such, the Specific Trusts are limited to fixed income investments. Rates of return on investments in the Specific Trusts vary, depending on the investments held.

Total expenses and interfund transfers from Trust and Endowment were $4.8 million in 1999/2000, an increase of $0.7 million over 1998/99. This is primarily the result of a $0.4 million increase in the amount of awards, scholarships and bursaries that were made available during the year.

TABLE 2
PRIVATE DONATIONS
March 31, 2000
(expressed in $millions)

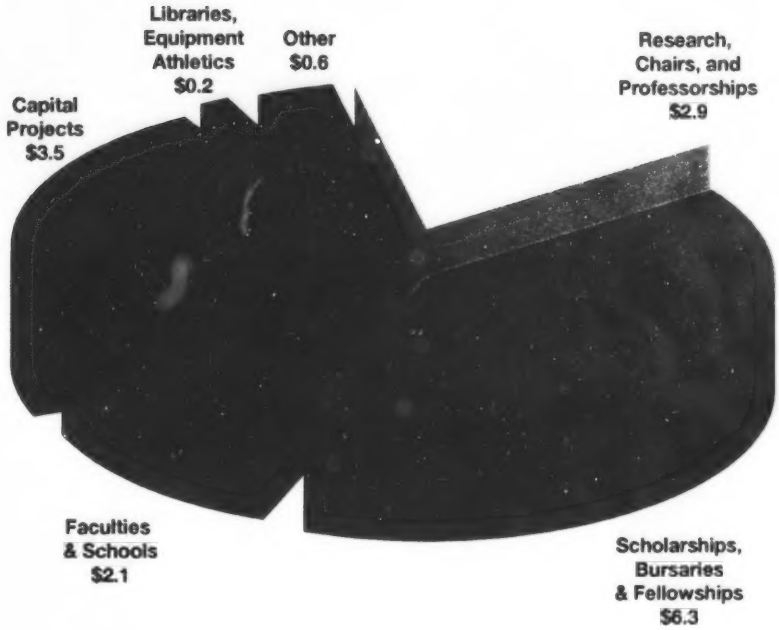
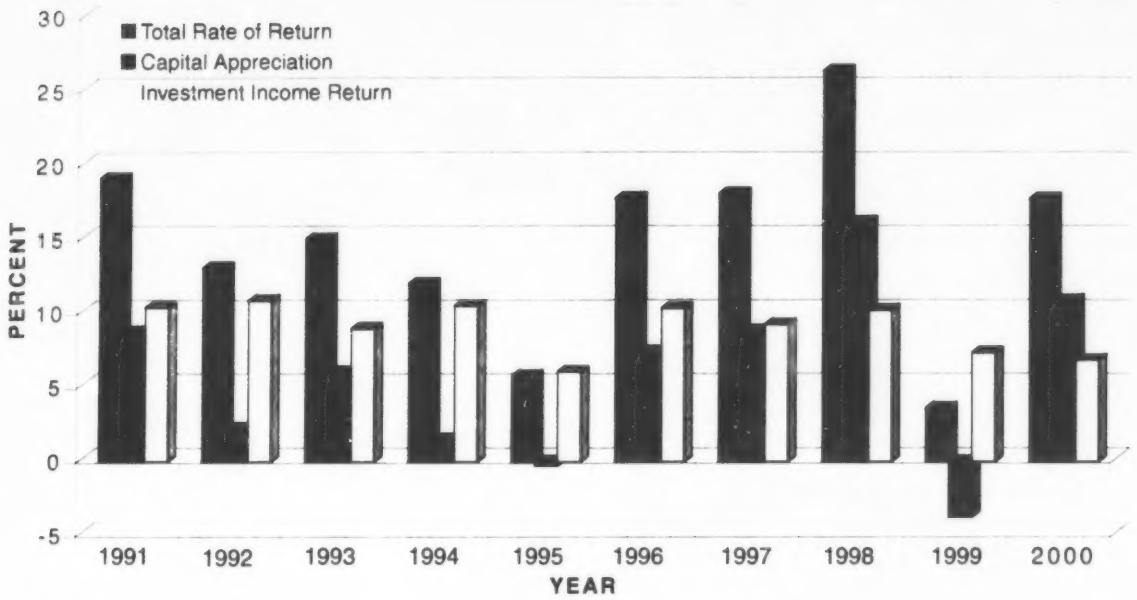


TABLE 3

UNIVERSITY INVESTMENT TRUST
Performance
1991 to 2000
(expressed in Percent terms)



Conclusion

I would like to thank the members of the Board and all students, staff, alumni and community stakeholders for their continuing support of the University. There are some modest signs that post-secondary education funding is becoming more of a provincial priority, but as yet this has not translated into adequate levels of Provincial operating grant funding for the University of Manitoba. We will continue to press our case, with the assistance of the Board and all our supporters, that increased investment in the University of Manitoba is essential if Manitoba is not to be left behind in an increasingly competitive global economy

Respectfully submitted,
Michael W. McAdam

Michael W. McAdam

Vice-President (Administration)
University of Manitoba

The University of Manitoba

Statement of Management Responsibility

For Financial Reporting

The University is responsible for the preparation of the financial statements and has prepared them in accordance with generally accepted accounting principles as set out by the Canadian Institute of Chartered Accountants (CICA). The University believes the financial statements present fairly the University's financial position as at March 31, 2000 and the results of its operations for the year then ended.

The University's Board of Governors is responsible for overseeing the business affairs of the University and also has the responsibility to approve the financial statements. The Board has delegated certain responsibilities to its Finance and Administration Committee including the responsibility for reviewing the annual financial statements and meeting with management and the Provincial Auditor of Manitoba on matters relating to the financial reporting. The Provincial Auditor has full access to the Finance and Administration Committee with or without the presence of management. The Board has approved the financial statements.

In fulfilling its responsibilities and recognizing the limits inherent in all systems, the University has developed and maintains a system of internal controls designed to provide reasonable assurance that University assets are safeguarded from loss and that accounting records are a reliable basis for the preparation of financial statements. The integrity of internal controls is reviewed on an ongoing basis by the Audit Services Department and the Provincial Auditor.

The financial statements for the year ended March 31, 2000 have been reported on by the Provincial Auditor of Manitoba, the auditor appointed under the University of Manitoba Act. The Auditors' report outlines the scope of his examination and provides his opinion on the fairness of presentation of the financial statements.

Michael W. McAdam,
Vice-President (Administration).

May 26, 2000
Winnipeg, Manitoba

Office of the Provincial Auditor

500 - 330 Portage Avenue
Winnipeg, Manitoba
CANADA R3C 0C4

AUDITORS' REPORT

To the Board of Governors of The University of Manitoba
To the Lieutenant Governor in Council
To the Legislative Assembly of Manitoba

We have audited the comparative statement of financial position of The University of Manitoba as at March 31, 2000 and the comparative statements of operations and changes in fund balances and cash flows for the year then ended. These financial statements are the responsibility of the University's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the University as at March 31, 2000 and the results of its operations and changes in fund balances and the cash flows for the year then ended in accordance with generally accepted accounting principles.

Winnipeg, Manitoba
May 26, 2000

Jon W. Singleton, CA
Provincial Auditor

FINANCIAL STATEMENTS

The University of Manitoba
Comparative Statement of Financial Position
as at March 31
(in thousands of dollars)

Assets	*2000*	*1999*
Current Assets		
Cash	$ 6,903	$ 13,541
Investments (Note 3)	41,985	24,416
Accounts Receivable:		
Council on Post-Secondary Education	4,646	3,712
General	23,544	15,514
Research and Special	14,490	14,248
Inventories	3,455	3,121
Prepaid Expenses	73	369
	95,096	74,921
Long Term Assets		
Investments (Note 3)	132,190	119,092
Funds on Deposit for Staff Benefits (Note 4)	32,137	31,237
Investment in Subsidiary Companies (Note 5)	90	88
Capital Assets, Net of Accumulated Amortization (Note 7)	249,137	222,977
	413,554	373,394
	$ 508,650	$ 448,315

Liabilities	*2000*	*1999*
Current Liabilities		
Accounts Payable	$ 27,135	$ 31,115
Bank Loan (Note 8)	1,550	7,200
Unearned Revenue	1,381	620
Unfunded Staff Benefits	6,050	5,568
Current Portion of Capital Lease Obligations (Note 9)	374	648
Current Portion of Long Term Debt (Note 10)	217	
	36,707	45,151
Long Term Liabilities		
Capital Lease Obligations (Note 9)	131	477
Province of Manitoba Capital Advances, and Debentures Payable (Note 10)	9,083	11,002
Less: Sinking Fund Assets on Deposit with the Province of Manitoba for the Retirement of Debentures (Note 10)	8,535	9,818
	548	1,184
Term Loans (Note 10)	5,223	
	5,902	1,661
Fund Balances		
Unrestricted Funds	307	237
Internally Restricted Funds	28,397	24,420
Externally Restricted Funds	181,839	162,940
Invested in Capital Assets	255,498	213,906
	466,041	401,503
	$ 508,650	$ 448,315

Contingent Liabilities (Note 17)

APPROVED BY THE BOARD OF GOVERNORS

Paul M. Soubry - Chair

Claudia Weselake - Vice-Chair

(The accompanying Notes form an integral part of the Financial Statements)

Comparative Statement of Operations and Changes in Fund Balances for the years ended March 31 (In thousands of dollars)

	General Funds (Note 2d)	*Restricted Funds (Note 2e)*	*Endowment Fund (Note 2f)*	*2000 Total Funds*	*1999 Total Funds*
Revenue:					
Tuition and Related Fees	$ 67,314	$	$	$ 67,314	$ 61,364
Contributions, Donations, Non-Government Grants	53	45,479	7,624	53,156	48,079
Investment Income	1,675	12,273		13,948	13,940
Miscellaneous Income	2,245	24		2,269	815
Government Grants:					
Council on Post-Secondary Education	166,113	12,916		179,029	171,588
Other Province of Manitoba	5,932	24,930		30,862	23,243
Government of Canada	37	40,168		40,205	34,718
Sales of Goods and Services	19,736			19,736	20,308
Ancillary Enterprises	22,678			22,678	23,765
	285,783	135,790	7,624	429,197	397,820
Expense:					
Academic	154,271	62,453		216,724	215,736
Other Academic	14,190	3,258		17,448	17,650
Libraries	10,178	100		10,278	10,480
Student Services	10,657	536		11,193	10,823
Administration	10,995	1,363		12,358	13,440
Plant Maintenance	26,568	5		26,573	24,827
General	5,792	2,475		8,267	7,980
Property Taxes	15,729			15,729	14,502
Scholarships, Bursaries, Prizes and Awards	907	5,377		6,284	5,573
Interest on Bank Loan, Debentures, Capital Advances and Capital Lease Obligations		1,434		1,434	1,435
Amortization of Capital Assets		19,676		19,676	20,233
Ancillary Enterprises	21,519			21,519	22,831
Staff Benefits & Early Retirement Provision - Contra	(2,329)	(495)		(2,824)	(2,965)
	268,477	96,182		364,659	362,545
Net Revenue	17,306	39,608	7,624	64,538	35,275
Inter-Fund Transfers	(14,343)	13,172	1,171		
Net Increase to Fund Balances	2,963	52,780	8,795	64,538	35,275
Fund Balances Beginning of the Year	262	361,130	40,111	401,503	366,228
Fund Balances End of the Year	$ 3,225	$ 413,910	$ 48,906	$ 466,041	$ 401,503
Unrestricted Funds	$ 307	$	$	$ 307	$ 237
Externally Restricted Funds		132,933	48,906	181,839	162,940
Internally Restricted Funds	2,918	25,479		28,397	24,420
Invested in Capital Assets		255,498		255,498	213,906
	$ 3,225	$ 413,910	$ 48,906	$ 466,041	$ 401,503

(The accompanying Notes form an integral part of the Financial Statements)

Comparative Statement of Operations and Changes in Fund Balances for the General Funds for the years ended March 31 (in thousands of dollars)

	General Operating Fund (Note 2d)	*Specific Provisions Fund (Note 2d)*	*Expenses Funded From Future Revenue (Note 2d)*	*2000 Total General Funds*	*1999 Total General Funds*
Revenue:					
Tuition and Related Fees	$ 67,314	$	$	$ 67,314	$ 61,364
Contributions, Donations, Non-Government Grants	53			53	1,074
Investment Income	1,675			1,675	1,486
Miscellaneous Income	2,245			2,245	773
Government Grants:					
Council on Post-Secondary Education	166,113			166,113	162,225
Other Province of Manitoba	5,932			5,932	5,339
Government of Canada	37			37	43
Sales of Goods and Services	19,736			19,736	20,308
Ancillary Enterprises	22,678			22,678	23,765
	285,783			285,783	276,377
Expense:					
Academic	154,271			154,271	156,880
Other Academic	14,190			14,190	14,387
Libraries	10,178			10,178	10,411
Student Services	10,657			10,657	10,761
Administration	10,995			10,995	12,692
Plant Maintenance	26,568			26,568	24,823
General	5,792			5,792	4,655
Property Taxes	15,729			15,729	14,502
Scholarships, Bursaries, Prizes and Awards	907			907	867
Ancillary Enterprises	21,519			21,519	22,831
Staff Benefits & Early Retirement Provision - Contra	(2,329)			(2,329)	(2,473)
	268,477			268,477	270,336
Net Revenue	17,306			17,306	6,041
Net Increase in Expenses to be Funded From Future Revenues	482		(482)		
Inter-Fund Transfers	(17,718)	3,375		(14,343)	(12,911)
Net Increase (Decrease) to Fund Balances	70	3,375	(482)	2,963	(6,870)
Fund Balances Beginning of the Year	237	5,593	(5,568)	262	7,132
Fund Balances End of the Year	$ 307	$ 8,968	$ (6,050)	$ 3,225	$ 262
Unrestricted Funds	$ 307	$	$	$ 307	$ 237
Internally Restricted Funds		8,968	(6,050)	2,918	25
	$ 307	$ 8,968	$ (6,050)	$ 3,225	$ 262

(The accompanying Notes form an integral part of the Financial Statements)

Comparative Statement of Operations and Changes in Fund Balances for the Restricted Funds
for the years ended March 31
(in thousands of dollars)

	Capital Asset Fund (Note 2e)	*Research and Special Fund (Note 2e)*	*Staff Benefits Fund (Note 2e)*	*Trust Fund (Note 2e)*	*2000 Total Restricted Funds*	*1999 Total Restricted Funds*
Revenue:						
Contributions, Donations, Non-Government Grants	$ 10,664	$ 29,493	$ 763	$ 4,559	$ 45,479	$ 42,321
Investment Income	944		2,944	8,385	12,273	12,448
Miscellaneous Income				24	24	42
Government Grants:						
Council on Post-Secondary Education	12,916				12,916	9,363
Other Province of Manitoba	8,432	16,498			24,930	17,904
Government of Canada	7,075	33,093			40,168	34,675
	40,031	79,084	3,707	12,968	135,790	116,753
Expense:						
Academic		62,453			62,453	58,856
Other Academic		3,258			3,258	3,263
Libraries		100			100	69
Student Services		536			536	62
Administration		1,363			1,363	748
Plant Maintenance		5			5	4
General		12	1,626	837	2,475	3,325
Scholarships, Bursaries, Prizes and Awards		3,909		1,468	5,377	4,706
Interest on Bank Loan, Debentures, Capital Advances and Capital Lease Obligations	1,434				1,434	1,435
Amortization of Capital Assets	19,676				19,676	20,233
Staff Benefits & Early Retirement Provision - Contra		(495)			(495)	(492)
	21,110	71,141	1,626	2,305	96,182	92,209
Net Revenue	18,921	7,943	2,081	10,663	39,608	24,544
Inter-Fund Transfers	22,671	(5,264)	(590)	(3,645)	13,172	12,729
Net Increase to Fund Balances	41,592	2,679	1,491	7,018	52,780	37,273
Fund Balances Beginning of the Year	213,906	34,229	30,696	82,299	361,130	323,857
Fund Balances End of the Year	$ 255,498	$ 36,908	$ 32,187	$ 89,317	$ 413,910	$ 361,130
Externally Restricted Funds	$	$ 36,908	$ 25,413	$ 70,612	$ 132,933	$ 122,829
Internally Restricted Funds			6,774	18,705	25,479	24,395
Invested in Capital Assets	255,498				255,498	213,906
	$ 255,498	$ 36,908	$ 32,187	$ 89,317	$ 413,910	$ 361,130

(The accompanying Notes form an integral part of the Financial Statements)

Comparative Statement of Cash Flows
as at March 31
(In thousands of dollars)

	General Funds	Restricted Funds	Endowment Fund	2000 Total Funds	1999 Total Funds
Cash from Operating Activities:					
Excess of Revenue over Expense	$ 17,306	$ 39,608	$ 7,624	$ 64,538	$ 35,275
Amortization of Capital Assets		19,676		19,676	20,233
Income on Investment in Subsidiary Companies	(2)			(2)	(2)
	17,304	59,284	7,624	84,212	55,506
Net Change in Non-Cash Working Capital Items	4,962	(16,943)		(11,981)	(1,266)
Net Cash Generated through Operating Activities	22,266	42,341	7,624	72,231	54,240
Investing Activities:					
Increase in Long-Term Investments		(4,303)	(8,795)	(13,098)	(10,337)
(Increase) Decrease in Funds on Deposit for Staff Benefits		(900)		(900)	1,221
Purchase of Capital Assets		(45,836)		(45,836)	(43,371)
Net Cash Used in Investing Activities		(51,039)	(8,795)	(59,834)	(52,487)
Financing Activities:					
Proceeds from Capital Lease Obligations		71		71	628
Proceeds from Province of Manitoba Capital Advance		257		257	706
Proceeds from Bank Loan		2,533		2,533	4,000
Principal Repayment on Capital Lease Obligations		(691)		(691)	(728)
Principal Repayment on Province on Manitoba Capital Advances		(2,039)		(2,039)	(2,072)
Principal Repayment on Debentures		(137)		(137)	(127)
Principal Repayment on Bank Loan		(2,743)		(2,743)	(1,050)
Net Cash (Used) Generated through Financing Activities		(2,749)		(2,749)	1,357
Net Increase (Decrease) in Cash	22,266	(11,447)	(1,171)	9,648	3,110
Inter-Fund Adjustments	(14,343)	13,172	1,171		
Cash Beginning of Year	13,993	33,782		47,775	44,665
Cash End of Year	$ 21,916	$ 35,507	$	$ 57,423	$ 47,775
Cash is defined as:					
Cash	$ 2,349	$ 4,554	$	$ 6,903	$ 13,541
Investments	19,567	22,418		41,985	24,416
Sinking Fund Assets on Deposit with the Province of Manitoba		8,535		8,535	9,818
	$ 21,916	$ 35,507	$	$ 57,423	$ 47,775

(The accompanying Notes form an integral part of the Financial Statements)

NOTES TO THE FINANCIAL STATEMENTS

(In thousands of dollars)

1. AUTHORITY AND PURPOSE

The University of Manitoba was established in 1877. It is governed by a Board of Governors acting under the authority of The University of Manitoba Act, R.S.M. 1987, c. U60. The University of Manitoba is a registered charity and is exempt from income taxes under Section 149 of the Income Tax Act.

The University of Manitoba, as the largest and most comprehensive institution of higher learning in Manitoba, plays a distinctive role within the Province. In addition to offering an undergraduate liberal education in arts, science and education, the University of Manitoba provides programs in a broad range of professional studies, applied sciences and the fine and performing arts and is responsible for the vast majority of graduate education and research in Manitoba. Through its professional programs, the University of Manitoba fills a special niche in the educational and research needs of Manitoba. The University of Manitoba reaches out to a variety of constituencies in order to enhance the health, cultural, social and economic life of Manitobans and to provide lifelong learning opportunities for them. Through community service the University makes its expertise available to all Manitobans.

2. SIGNIFICANT ACCOUNTING POLICIES

a. General

These financial statements have been prepared in accordance with generally accepted accounting principles as recommended by the Canadian Institute of Chartered Accountants ("CICA") for not-for-profit organizations. The University has adopted the restricted fund method of accounting for contributions.

b. Fund Accounting

The University classifies resources used for various purposes into separate Funds which correspond to its major activities and objectives. The Comparative Statement of Financial Position combines the assets and liabilities of all Funds.

The University maintains its Funds under three fund categories, General, Restricted and Endowment Funds. The General Funds include the Funds for General Operating, Specific Provisions and Expenses Funded from Future Revenues. The Restricted Funds include the Capital Asset, Research & Special, Staff Benefits and Trust Funds. The Endowment Fund includes endowment funds of the University.

c. Accounting Estimates

Accounting estimates are included in financial statements to approximate the effect of past revenue or expense transactions or events, or to approximate the present status of an asset or liability. Examples include accruals for property taxes not yet assessed and the estimated useful life of an asset. It is possible that changes in future conditions could require changes in the recognized amounts for accounting estimates.

d. General Funds

General Operating Fund:

The General Operating Fund includes the academic, administrative, operational and ancillary costs that are funded by tuition and related fees, government grants, investment and miscellaneous income, sales of goods and services to external parties and ancillary income. As such, this Fund reports unrestricted resources and restricted resources earmarked for general operating purposes.

All funds received or accrued by the University for general operating purposes and for equipment and renovation expenses not meeting the University's capitalization criteria are included in the General Operating Fund. The net cost of operating units is determined by including internal cost allocations for certain centrally administered services such as the telephone system in the units' expenses and by deducting these expenses as internal cost recoveries from the total expenses incurred by the unit administering these services.

The University Book Store, Parking, Student Residences and Pharmacy/Post Office are classified as Ancillary Enterprises and are budgeted on a break-even basis. Any surpluses or deficits are unrestricted and are maintained within the General Operating Fund. Overhead costs have been allocated to all ancillary operations. The replacement or improvement of capital assets for these ancillaries is funded by an annual appropriation to the Specific Provisions Fund. Amortization of ancillary capital assets, and interest expense on the University Parkade is recorded in the Capital Asset Fund.

Academic and administrative units also generate revenues through the sale of goods and services to individuals, companies and organizations external to the University. The revenues earned are unrestricted resources and are reflected in the General Operating Fund.

Specific Provisions Fund:

The Specific Provisions Fund records appropriations made from (to) the General Operating, Capital Asset and Research & Special Funds.

These appropriations are made to provide future funding for the replacement, improvement or emergency

maintenance of capital assets, or other matters, including a fiscal stabilization provision to offset potential spending in excess of future budgets and an early retirement incentive provision. Such appropriations are shown as inter-fund transfers on the Comparative Statement of Operations and Changes in Fund Balances.

Expenses Funded From Future Revenues:

Expenses Funded from Future Revenues records the amount of unpaid vacation pay for permanent non-academic staff which will be funded from future revenues.

e. Restricted Funds

Capital Asset Fund:

The Capital Asset Fund consists of restricted contributions resulting from capital asset co-funding arrangements with external parties, contributed capital assets, sinking fund investment income and government grants, restricted for the purpose of acquiring capital assets and retiring capital advances and debentures. Expenses include interest on debt relating to the acquisition of capital assets, amortization and gains or losses on disposal of capital assets including write downs resulting from obsolescence.

Research and Special Fund:

The Research and Special Fund consists of contributions specifically restricted for research or other special activities. Contributions are provided from both federal and provincial granting agencies and other public and private sources. These funds are spent in accordance with the conditions stipulated in the governing contracts and agreements.

Staff Benefits Fund:

Surplus funds of the Staff Benefits Fund are invested by and held in the custody of The Great-West Life Assurance Company. The Staff Benefits Fund is divided into Fund Accounts for Benefit Improvement and Maintenance, Self-Insured Plans and Group Insurance Experience Refunds, the revenues of which are restricted for the purposes noted.

(i) Benefit Improvement and Maintenance:

This Fund Account is used for special payments towards any unfunded liability of The University of Manitoba Pension Plans (1970) and (1993), staff benefit improvements and other uses. Employment Insurance Commission premium savings resulting from the extended sick leave coverage provided by the University are credited to this Fund Account.

The Benefit Improvement and Maintenance balance at March 31, 2000 is $6,670 (1999, $6,587).

(ii) Self-Insured Plans:

This Fund Account records the assets and liabilities for two self-insured benefit plans, the Long-Term Disability Income Plan and the Dental Plan. The Long Term Disability Income Plan is used for long term disability payments arising on and after June 1, 1981 for eligible staff. The Plan contains two funds, one for the payment of Basic Benefits and another for the payment of Cost-of-Living Benefits. An actuarial valuation of the Long Term Disability Income Plan was completed by AON Consulting as at March 31, 1999. The actuarial valuation showed a surplus of $3,083 for the Basic Benefits portion and a surplus of $884 for the Cost-of-Living Benefits portion. The Long-Term Disability Plan balance as at March 31, 2000 is $14,463 (1999, $13,635).

The Dental Plan is administered by Manitoba Blue Cross. Surplus funds are held for the purpose of covering deficits which may occur in this self-insured plan. The Dental Plan balance as at March 31, 2000 is $221 (1999, $205).

(iii) Group Insurance Experience Refunds:

This Fund Account is used for the support of current and future staff benefit programs. Experience refunds from The Great-West Life Assurance Company related to the group insurance plans are credited to this Fund Account. The Group Insurance Experience Refund balance at March 31, 2000 is $10,833 (1999, $10,269).

Trust Fund:

The Trust Fund records gifts and bequests received which may be used in their entirety along with net investment income earned on these funds, according to donor restrictions. The majority of these funds are used for scholarships, bursaries, awards, loans, and other scholarly activities.

f. Endowment Fund

The Endowment Fund records gifts and bequests received with the stipulation that these funds be invested in perpetuity and the income earned be utilized for designated purposes. In certain cases, the donor requires that a portion of the current investment income also be capitalized. As such, these funds are added to the capital account of the endowment.

g. Revenue Recognition

Restricted contributions relating to general operations are recognized as revenue of the General Operating Fund in the year in which the related expenses are incurred. All other restricted contributions are recognized as revenue of the appropriate fund.

Unrestricted contributions, including sales of goods and services and ancillary revenues, are recognized as revenue of the General Operating Fund in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Investment income earned on surplus funds,

with the exception of trust and endowment funds, is recorded as unrestricted income in the General Operating Fund.

Contributions for endowment purposes are recognized as revenue in the Endowment Fund in the year received. Investment income earned on endowments is recorded in the appropriate fund depending on the restrictions imposed by the original donor.

h. Contributed Materials and Services

Gifts-in-kind for materials other than capital assets are recorded in the financial statements to the extent that they are eligible for an official donation receipt, since this results in the capture of the information in the University's financial records.

Because of the difficulty involved in tracking and recording contributed services, however, the market value of these services are not recognized in the financial statements. Contributed services include activities such as membership on the University's Board of Governors and its various committees, lecturing services and volunteer services at fund-raising or sporting events all of which are performed by staff, students and the community at no charge to the University. These services, although not recognized in the financial statements, are critical to the successful functioning of the University.

i. Investments

Surplus cash is invested in the short term money market when management considers it practical to do so. Income is recognized on the accrual basis.

Trust and endowment funds are invested in either the University Investment Trust ("UIT") or the Specific Trusts. The UIT is pooled for investment purposes. Within the UIT individual capital accounts are unitized, in order to improve the protection of the real value of capital balances against inflation and to facilitate the equitable distribution of income based on the number of units. A new market value per unit is determined quarterly. Capital contributions and withdrawals are based on the current quarterly market value per unit. The Specific Trust funds are not pooled but are invested individually according to the wishes of the donor.

Trust and endowment funds, where no specific investment provisions exist, are invested in fixed income securities and in the equity markets, and held by an independent custodial services company. These investments are professionally managed. Income, including realized gains and losses, is recognized on the accrual basis, and distributed annually, net of administrative costs and an allocation to a stabilization reserve. Where specific investment provisions exist, funds are generally invested in fixed-income securities and income is recognized on the accrual basis.

Staff benefits funds are invested in pooled funds in the fixed income securities and equity markets. These investments are professionally managed and held in the custody of an independent company. Income, including realized gains and losses, is recognized on the accrual basis, net of administrative costs.

All investments are carried at the lower of cost and fair value. Gains and losses are recognized in the year of disposal.

j. Pledges Receivable

The University does not record pledges receivable in its financial statements. Revenue from gifts, bequests and donations is recognized on a cash basis because of the uncertainty surrounding collection and in some instances because of the difficulty in determining the valuation of pledges receivable. The University recognizes gifts and donations to be received through the University of Manitoba Foundation U.S.A. Inc. only when the Board of Directors of the Foundation have formalized the transfer with a resolution, collectibility is reasonably assured and the valuation of these gifts and donations can be reasonably determined.

k. Inventories

Inventories have been valued at the lower of cost and replacement cost.

l. Capital Assets

Purchased capital assets are recorded at cost. Capital assets which are constructed by the University are recorded as Construction in Progress until the capital asset is put into use. Contributed capital assets are recorded at market value at the date of contribution. Intangibles such as patents and copyrights are recorded at a nominal amount of one dollar in the year the patent or copyright is obtained.

Amortization is provided on a straight-line basis over the assets' estimated useful lives as follows:

Buildings	50 years
Computers & Electronics	5 years
Library Books	10 years
Other Furniture & Equipment	10 years
Parking Lots	20 years
Vehicles	5 years

Equipment acquired under a capital lease is amortized over the term of the lease. Works of art, treasures, rare books and manuscripts are not amortized. Capital assets acquired or constructed and put into use during the fiscal year are amortized at one-half of the applicable rate.

m. Collections

The University holds a number of collections which have been donated to its libraries, faculties and schools over the years. The library, faculty or school receiving the donation assumes responsibility for safeguarding and preserving the collection. The University seldom, if ever, disposes of its collections or of individual pieces in its collections and therefore does not have a formal policy with respect to the use of proceeds of disposal. However, the University abides by all restrictions placed by donors at the time a donation is received, which may include restrictions imposed relating to the sale of a collection or items contained therein.

The University's policy with regard to its collections is to fund maintenance expenses from the General Operating Fund if monies are not available for such purposes in a Restricted Fund. The cost of maintenance is not tracked and is therefore not determinable.

n. Pension Costs

Pension costs are based on the contributions required of the University under the University of Manitoba Pension Plans.

o. Financial Instruments

The financial instruments at the University consist of cash, short term investments, accounts receivable, long term investments, accounts payable and long term debt. Unless otherwise noted, it is management's opinion that the University is not exposed to significant interest, currency, market or credit risks arising from these financial instruments. The fair values of these instruments approximate their carrying vales, unless otherwise disclosed.

3. INVESTMENTS

The fair values and book values of investments as at March 31 are:

	2000 Fair Value	2000 Book Value	1999 Book Value
Bonds and Debentures:			
Government of Canada	$ 26,296	$ 25,780	$ 29,640
Provincial:			
Province of Manitoba	731	752	634
Other	8,762	9,023	10,416
Provincial Guaranteed:			
Province of Manitoba	157	157	-
Other	2,378	2,209	2,354
Municipal	3,763	3,876	2,867
Other	30,202	30,847	26,023
	71,289	72,644	73,934
Equities	60,759	33,252	23,699
Savings Certificates, Term Deposits and Treasury Bills	68,281	68,279	45,875
	$200,329	$174,175	$ 143,508
Held For:			
General & Research	$ 41,985	$ 41,985	$ 24,416
Trust & Endowment	158,344	132,190	119,092
	$200,329	$174,175	$ 143,508

4. FUNDS ON DEPOSIT FOR STAFF BENEFITS

The fair value and book value of investments held for Staff Benefit's as at March 31 are:

	2000 Fair Value	2000 Book Value	1999 Book Value
Bonds	$ 24,545	$ 23,824	$ 21,782
Equities	5,066	2,862	4,086
Real Estate	5,252	5,147	5,060
Savings Certificates, Term Deposits and Treasury Bills	254	304	309
	$ 35,107	$ 32,137	$ 31,237
Held For:			
Benefit Improvement & Maintenance	$ 7,281	$ 6,670	$ 6,587
Self Insured Plans	16,047	14,684	13,840
Group Insurance Experience Refunds	11,779	10,783	10,810
	$ 35,107	$ 32,137	$ 31,237

5. INVESTMENT IN SUBSIDIARY COMPANIES

Smart Park Development Corporation is a wholly owned subsidiary of the University. The company has a March 31 year end and it's purpose is to market and promote the development of a research park at the University of Manitoba.

University of Manitoba Research Ltd.,incorporated under the Manitoba Corporations Act, is a wholly-owned subsidiary of the University. University of Manitoba Research and Development Corporation is a wholly-owned subsidiary of University of Manitoba Research Ltd. Both subsidiary companies have a March 31 year end and were inactive during the 1999/00 fiscal year. The consolidated net income (loss) of University of Manitoba Research Ltd. is recorded in the General Operating Fund in the Comparative Statement of Operations and Changes in Fund Balances.

Small Business Law Clinic (MB) Inc. is a wholly-owned not-for-profit corporation without share capital. The purpose of the corporation is to operate a clinic, whereby students from the Faculty of Law may develop skills that are prerequisite to a successful solicitor-client relationship and in the process, assist community-based entrepreneurs and small business owners by dispensing legal information at a nominal cost. The company is exempt from income taxes under Section 149 of the Income Tax Act.

6. ECONOMIC INTEREST IN RELATED ENTITIES

a. 2985901 Manitoba Ltd.

The University has a one-third interest in 2985901 Manitoba Ltd. (formerly known as MBnet Networking Inc., "MBnet"), which is incorporated under the Manitoba Corporations Act as a corporation without share capital. During the year the net assets of MBnet were sold and the proceeds were distributed to its three member institutions, the University of Manitoba, the University of

Winnipeg, and Brandon University. The University of Manitoba's share of the proceeds of disposition have been recorded in the General Operating Fund.

b. The University of Manitoba Foundation U.S.A. Inc.

The University has an economic interest in the University of Manitoba Foundation U.S.A. Inc. ("the Foundation") which is an Illinois Not-For-Profit Corporation incorporated in December 1989. The Foundation's purpose is exclusively charitable, literary, scientific and educational and its activities include the promotion, encouragement, aid and advancement of higher education, research and training in the Province of Manitoba, in Canada and elsewhere. The Foundation is exempt from U.S.A. Federal Income Tax under Section 501(c)(3) of the Internal Revenue Code.

The Board of Directors of the Foundation is an independent board whose members direct and guide the Foundation's actions. Members on the Board include, among others, certain senior staff of the University of Manitoba. The University of Manitoba, however, is one of many universities eligible to receive aid from the Foundation. The University must make application to the Foundation's Board of Directors to request funds, which may or may not be granted. The University's economic interest therefore is beneficial, as gifts and donations which are solicited by the Foundation may be transferred to the University of Manitoba from time to time.

c. Biovar Life Support Inc.

The University has a 25% interest in Biovar Life Support Inc. ("Biovar") which is a profit-oriented company. Biovar has a June 30 year end. The University accounts for its investment in Biovar utilizing the cost method as it does not have significant influence in the management and/or direction of the company.

7. CAPITAL ASSETS, NET OF ACCUMULATED AMORTIZATION

	2000			1999
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Land	$ 3,635	$ -	$ 3,635	$ 2,838
Buildings	247,223	78,169	169,054	139,817
Construction in Progress	10,444	-	10,444	21,505
Library Books	80,462	58,125	22,337	20,439
Rare Books and Manuscripts	3,402	-	3,402	3,300
Works of Art	462	-	462	409
Computers & Electronics	74,755	59,517	15,238	14,737
Other Furniture & Equipment	75,739	52,614	23,125	17,723
Vehicles	4,262	3,188	1,074	1,112
Parking Lots	154	13	141	53
Assets Under Capital Lease	3,059	2,834	225	1,044
	$ 503,597	$ 254,460	$ 249,137	$ 222,977

8. BANK LOAN

The bank loans are payable on demand with interest at prime minus .75%.

	2000	1999
Brodie Centre	$ 550	$ 3,200
University Parkade	1,000	4,000
	$ 1,550	$ 7,200

9. CAPITAL LEASE OBLIGATIONS

Minimum lease payments which includes principal and interest under the capital lease obligations are as follows:

2001	$ 392
2002	107
2003	17
2004	15
Total Minimum Lease Payments	531
Less: Interest at 6%	(26)
	505
Less: Current Portion	(374)
	$ 131

10. LONG TERM DEBT

	2000	1999
Capital Advances-payable to the Province of Manitoba:		
Urgent Projects - 6 3/8% due May 20, 2007	$ 482	$ 482
Urgent Projects - 6 3/8% due July 27, 2008	706	706
Urgent Projects - 6 7/8% due December 15, 2009	257	-
Utility Service Tunnel - 9.3335% due March 31, 2001-2003	7,333	9,372
	8,778	10,560
Debenture payable-principal and interest guaranteed by the Province of Manitoba:		
7 1/2% series 1R due April 15, 2000-2001	305	442
	9,083	11,002
Less: Sinking Fund Assets on Deposit with the Province of Manitoba	(8,535)	(9,818)
	$ 548	$ 1,184

The fair value of Sinking Fund Assets at March 31, 2000 is $8,142.

Term Loans		
University Parkade, 6.51%, due July 30,2004	$ 3,934	$ -
Helen Glass Centre for Nursing, 6.75% due November 1, 2004	1,506	-
	5,440	-
Less : Current Portion	(217)	-
	$ 5,223	$ -

Principal repayments on long term debt payable over the next five years are as follows:

	Terms Loans	Capital Advances/ Debentures	Total
2001	$ 217	$ 2,377	$ 2,594
2002	235	2,596	2,831
2003	250	2,665	2,915
2004	265	-	265
2005	4,473	-	4,473
Thereafter	-	1,445	1,445
	$ 5,440	$ 9,083	$14,523

11. INTER-FUND ADVANCES AND LOANS

Inter-Fund advances and loans at March 31 are as follows:

	2000	1999
General Operating Fund:		
Due from Trust	$ 81	$ 94
Due to Trust	(1,813)	(446)
Due (to) from Capital Asset	(11,480)	2,088
Due to Staff Benefits	(150)	(150)
	$ (13,372)	$ 1,586
Capital Asset Fund:		
Due from (to) Operating	$ 11,480	$ (2,088)
Trust Fund:		
Due from Operating	$ 1,782	$ 352
Due from Staff Benefits	100	-
	$ 1,882	$ 352
Staff Benefits Fund:		
Due from Operating	$ 150	$ 150
Due to Trust	(100)	-
	$ 50	$ 150

12. INTER-FUND TRANSFERS

Inter-fund transfers from the General Operating Fund include $12,618 (1999, $16,287) of transfers to the Capital Asset Fund to cover the purchase of capital assets and debt servicing costs and $8,983 (1999, $7,164) of transfers to the Specific Provisions Fund to provide future funding for the replacement, improvement or emergency maintenance of capital assets, and for the early retirement incentive plan.

Inter-fund transfers from the Trust Fund include $1,882 (1999, $1,157) of transfers to the Research and Special Fund to cover eligible costs of research and special activities.

Inter-fund transfers from the Research and Special Fund include $495 (1999, $492) of transfers to the Specific Provisions Fund to cover the cost of future early retirements, $5,233 (1999, $3,766) of transfers to the Capital Asset Fund to cover the purchase of capital assets and $1,305 (1999, $1,213) of transfers to the General Operating Fund to cover overhead costs incurred by general operations on research and non-research contracts.

Inter-fund transfers from the Specific Provisions Fund include $4,927 (1999, $2,035) of transfers to the Capital Asset Fund to cover the purchase of capital assets.

13. CONTRIBUTED CAPITAL ASSETS

Contributions recognized in the Capital Asset Fund include contributed capital equipment, a building and library books of $7,064 (1999, $327).

14. PENSION PLANS

The University of Manitoba administers the University of Manitoba Pension Plan (1970), The University of Manitoba GFT Pension Plan (1986) and The University of Manitoba Pension Plan (1993). These are trusteed pension plans. The Trustees are responsible for the custody of the Plans' assets and issuance of annual financial statements, which do not form part of the University's financial statements.

Actuarial valuations of The University of Manitoba Pension Plan (1970) and The University of Manitoba Pension Plan (1993) were completed by Eckler Partners Ltd. in 1999 as of December 31, 1997. The results of these valuations have been extrapolated by Eckler Partners Ltd. to December 31, 1999. As at December 31, 1999, the University of Manitoba Pension Plan (1970) and University of Manitoba Pension Plan (1993) were in an actuarial surplus of $509 and $15,600, respectively. The next full actuarial valuation of the plans will be effective December 31, 1999 and will be completed in 2000.

The obligation for pension benefits under The University of Manitoba GFT Pension Plan (1986) is equal to the net assets available for benefits. Therefore, there is no requirement for an actuarial valuation of this plan. On June 10, 1994 the University was advised by Revenue Canada that the University of Manitoba Pension Plan (1993) was a deemed registered Plan pending the release of the Government of Canada Department of Finance's publication of regulations concerning self-insured funding arrangements. The University of Manitoba Pension Plan (1993) continues to be a deemed registered pension plan as the regulations are still pending release by the Department of Finance. The University's cost of contributions to the Plans for the year ended March 31, 2000 was $10,419 (1999, $10,136).

15. CANADIAN UNIVERSITIES RECIPROCAL INSURANCE EXCHANGE

The University of Manitoba is a member of the Canadian Universities Reciprocal Insurance Exchange (CURIE). CURIE pools the property damage and public liability insurance risks of its members. All members pay annual deposit premiums which are actuarially determined and are subject to further assessment in the event members' premiums and reserves are insufficient to cover losses and expenses. No additional assessment was necessary for the current year.

16. COMMITMENTS

Contractual commitments relating to construction in progress amount to $1,572 (1999, $3,114).

17. CONTINGENT LIABILITIES

On March 31, 1997, the University of Manitoba entered into an energy performance contract with MCW Energy Reduction Services Ltd. ("MCW"). Under the terms of a tri-party agreement, the University has agreed to the assignment by MCW to Paribas of all right, title and interest in payment of monies by the University under

the energy performance contract. This agreement provides remedies to the University and Paribas in the event that MCW defaults on its obligations under the energy performance contract or receivable sale agreement. The University is contingently liable for any termination value owing to Paribas existing at the time of default by MCW. The amount of the potential liability, if any, cannot be estimated at this time.

The University of Manitoba is named as a defendant in litigations where action has commenced or is anticipated. While the ultimate outcome of these proceedings can not be predicted at this time, management and it's legal counsel are of the opinion that the outcome will not have a material effect on the financial position of the University. No provision has been made in the financial statements in respect of these claims, as of March 31, 2000.

18. COMPARATIVE FIGURES

Comparative figures for the year ended March 31, 1999 have been restated, where appropriate, to conform with the presentation adopted for March 31, 2000.

SCHEDULES

Schedule 1 **Changes to Specific Provisions Fund**

	Balance March 31, 1999	*Additions*	*Deductions*	*Balance March 31, 2000*
Academic Development	$ 282,444	$	$	$ 282,444
Ancillary Furniture & Equipment Replacement	2,042,182	538,109	1,177,297	1,402,994
Computer Equipment Replacement	828,669	437,150	499,000	766,819
Copier & Word Processor Replacement	278,751	325,958	357,767	246,942
Early Retirement Incentive	(8,664,524)	3,463,762		(5,200,762)
Emergency Building Repairs	17,374			17,374
Fiscal Stabilization	3,000,000			3,000,000
Micro Teaching Equipment Replacement	21,630			21,630
Parking Lot Improvements	4,840,331	1,045,000	3,903,196	1,982,135
Physical Education Equipment Replacement	494,851	32,397	218,446	308,802
Special Projects, Initiatives and Funding Arrangements	1,573,870	3,904,913	46,578	5,432,205
Vehicle & Other Equipment Replacement	777,043	180,131	400,316	556,858
Workers' Compensation Self Insurance	100,000	50,000		150,000
		$ 9,977,420	$ 6,602,600	
Balance End of Year	$ 5,592,621			$ 8,967,441

Schedule 2 **Changes to Capital Asset Fund**

	March 31, 2000	*March 31, 1999*
Revenue:		
Contributions, Donations, etc.	$ 4,262,150	$ 2,155,366
Council on Post-Secondary Education	12,916,328	9,363,248
Canada Foundation for Innovation	4,488,647	1,742,487
Economic Innovation Technology Council	2,533,500	150,000
Investment Income	899,228	1,043,615
Pan Am Games Society	6,600,000	1,000,000
Province of Manitoba Innovation Fund	5,897,966	1,948,462
Western Economic Development Corporation	2,433,500	213,885
	40,031,319	17,617,063
Expense:		
Amortization of Capital Assets	19,676,087	20,232,992
Interest on Bank Loan, Debentures, Capital Advances and Capital Lease Obligations	1,433,692	1,435,008
	21,109,779	21,668,000
Inter-Fund Transfers	22,671,200	22,596,050
Net Change in the Year	41,592,740	18,545,113
Balance Beginning of the Year	213,905,780	195,360,667
Balance End of the Year	$ 255,498,520	$ 213,905,780

Schedule 3 **Changes to Research and Special Fund** ***(Page 1)***

	Balance March 31, 1999	*Revenue*	*Expense*	*Inter-Fund Transfers*	*Balance March 31, 2000*
Sponsored or Assisted Research:					
Government of Canada:					
Social Sciences and Humanities Research Council	$ 815,198	$ 1,569,100	$ 1,145,194	$	$ 1,239,104
Medical Research Council	2,915,654	9,910,376	9,376,770		3,449,260
Miscellaneous	2,032,820	3,051,563	2,520,843	(105,622)	2,457,918
National Health and Welfare	223,651	283,271	475,589		31,333
Networks of Centres of Excellence	226,866	2,611,489	2,625,536		212,819
Natural Sciences and Engineering Research Council	4,192,305	8,768,911	9,179,580	1,568	3,783,204
	10,406,494	26,194,710	25,323,512	(104,054)	11,173,638
Province of Manitoba:					
Agriculture	191,298	768,300	718,544	(17,000)	224,054
Health Research Initiative	905,791	1,336,974	498,385	(36,647)	1,707,733
Health Research Council	715,947	1,841,611	1,680,345	(34,034)	843,179
Miscellaneous	1,655,825	2,920,706	2,787,980	(3,241)	1,785,310
	3,468,861	6,867,591	5,685,254	(90,922)	4,560,276
Business and Industry	3,908,155	3,066,439	3,313,910	(107,005)	3,553,679
Foundations, Associations, etc.	5,483,947	12,250,221	11,288,047	149,399	6,595,520
Individuals, etc.	990,183	515,469	742,246	499,991	1,263,397
Manitoba Heart Foundation	328,833	1,566,093	1,401,170		493,756
National Cancer Institute of Canada	307,879	670,789	723,951		254,717
Special Projects	1,248,973	416,195	477,603	15,380	1,202,945
United States	2,539,408	2,673,148	3,103,857	(306,097)	1,802,602
	14,807,378	21,158,354	21,050,784	251,668	15,166,616
Sub-Total	28,682,733	54,220,655	52,059,550	56,692	30,900,530

Schedule 3 **Changes to Research and Special Fund** *(Page 2)*

	Balance March 31, 1999	*Revenue*	*Expense*	*Inter-Fund Transfers*	*Balance March 31, 2000*
Special Funds:					
Government of Canada	$ 1,695,765	$ 6,897,979	$ 6,201,256	$ (483,852)	$ 1,908,636
	1,695,765	6,897,979	6,201,256	(483,852)	1,908,636
Province of Manitoba:					
Agriculture	1,062	16,313	18,455		(1,080)
Miscellaneous	(244,251)	9,614,184	9,379,896	(10,347)	(20,310)
	(243,189)	9,630,497	9,398,351	(10,347)	(21,390)
Business and Industry	139,159	199,753	124,787	(16,303)	197,822
Foundations, Associations, etc.	1,753,923	3,048,607	3,047,686	(183,362)	1,571,482
Individuals, etc.	1,230,572	786,061	1,403,657	659,175	1,272,151
Special Projects	405,857	496,774	384,918	(21,682)	496,031
	3,529,511	4,531,195	4,961,048	437,828	3,537,486
Sub-Total	4,982,087	21,059,671	20,560,655	(56,371)	5,424,732
Total Research and Special Funds	33,664,820	75,280,326	72,620,205	321	36,325,262
Scholarships, Bursaries and Prizes	563,834	3,803,660	3,909,252	124,125	582,367
	34,228,654	79,083,986	76,529,457	124,446	36,907,629
Capital Asset Contra			(4,892,689)	(4,892,689)	
Early Retirement Incentive Contra			(495,329)	(495,329)	
		$ 79,083,986	$ 71,141,439	$ (5,263,572)	
Balance End of Year	$ 34,228,654				$ 36,907,629

Schedule 4 **Changes to Staff Benefits Fund**

	Benefit Improvement and Maintenance	*Self-Insured Plans*	*Group Insurance Experience Refunds*	*March 31, 2000*	*March 31, 1999*
Revenue:					
Investment Income	$ 641,533	$ 1,279,714	$ 1,022,676	$ 2,943,923	$ 3,372,571
Contributions		762,789		762,789	731,002
Experience Credits			973	973	
	641,533	2,042,503	1,023,649	3,707,685	4,103,573
Expense:					
Experience Loss			13,814	13,814	1,158,247
Indemnity Payments	9,289	1,383,386		1,392,675	1,244,485
Management and Administrative Service Fees	22,649	163,671	34,247	220,567	226,592
	31,938	1,547,057	48,061	1,627,056	2,629,324
Net Revenue	609,595	495,446	975,588	2,080,629	1,474,249
Inter-Fund Transfers	(526,503)	349,079	(412,307)	(589,731)	(3,236,712)
Balance Beginning of the Year	6,586,979	13,839,626	10,269,264	30,695,869	32,458,332
Balance End of the Year	$ 6,670,071	$ 14,684,151	$ 10,832,545	$ 32,186,767	$ 30,695,869

Schedule 5 **Tuition and Related Fees (General Operating Fund)**

	March 31, 2000	*March 31, 1999*
Regular Session	$ 55,946,480	$ 51,197,890
Summer Session	4,905,146	4,332,802
Non-Degree Courses	6,242,011	5,634,013
Short Courses	220,467	199,112
	$ 67,314,104	$ 61,363,817

Schedule 6 **Revenue and Expense, Ancillary Enterprises**

	Bookstore	*Parking*	*Residences*	*Pharmacy Post Office*	*March 31, 2000*	*March 31, 1999*
Revenue	$ 16,904,575	$ 3,166,372	$ 2,000,176	$ 606,876	$ 22,677,999	$ 23,765,427
Expense:						
Salaries	2,148,977	282,919	893,673	148,231	3,473,800	3,689,618
Staff Benefits	288,289	44,797	129,802	20,404	483,092	487,508
Pay Tax Levy	46,015	6,095	20,648	3,190	75,948	81,280
Cost of Goods Sold	13,298,290			450,814	13,749,104	14,820,802
Equipment, Alterations, Etc.	118,518	484,167	730,805	11,960	1,345,450	1,564,707
Supplies and Expense	599,125	1,271,540	498,332	22,676	2,391,673	2,167,454
	16,499,214	2,089,518	2,273,060	657,275	21,519,067	22,831,369
Net Revenue (Expense)	405,361	1,076,854	(272,884)	(50,399)	1,158,932	934,058
Inter-Fund Transfers	(269,032)	(1,065,599)	273,334	9,462	(1,051,835)	(758,003)
Net Income (Loss), 2000	$ 136,329	$ 11,255	$ 450	$ (40,937)	$ 107,097	
Net Income (Loss), 1999	$ 184,693	$ 731	$ 4,145	$ (13,514)		$ 176,055

Schedule 7 **Net Operating Expenditures** *(Page 1)*

	Salaries and Wages					
	Academic	*Other Instruction*	*Support*	*Staff Benefits*	*Payroll Tax Levy*	*Supplies and Expenses*
Agricultural & Food Sciences	$ 4,938,992	$ 483,673	$ 2,692,419	$ 1,140,312	$ 173,841	$ 1,394,296
Architecture	2,299,279	109,482	565,022	389,364	63,918	527,998
Arts	17,690,291	665,177	2,448,904	2,695,498	443,080	1,066,605
Continuing Education Division	3,021,074	1,056,856	2,092,720	714,510	132,619	4,823,959
Dentistry	3,834,831	141,036	1,755,080	747,122	121,909	1,199,835
Education	3,460,147	255,357	708,266	562,508	95,213	553,432
Engineering	5,168,913	493,444	1,749,991	954,393	159,128	894,614
School of Art	1,360,750	13,472	175,948	209,732	32,976	184,470
Graduate Studies	137,788	2,024,965	339,329	67,484	10,272	170,416
Human Ecology	1,771,212	106,035	426,026	305,815	48,803	231,541
Law	1,855,725	97,226	244,188	264,755	46,910	147,921
Management	4,410,130	301,968	1,073,647	710,737	122,537	1,258,245
Medicine	12,665,513	257,952	3,933,615	2,540,690	367,931	2,605,196
School of Music	1,288,749	32,634	118,096	184,020	30,956	726,496
Natural Resources Institute	405,962	8,062	60,037	63,089	9,782	94,139
Nursing	2,837,182	979,789	924,342	630,258	102,132	1,855,853
Pharmacy	1,034,446	54,930	238,114	181,234	28,741	233,452
Physical Education & Recreation Studies	1,249,250	56,997	183,181	196,400	32,577	186,219
Science	13,176,343	991,628	2,977,917	2,195,526	364,752	1,804,599
Social Work	1,606,778	16,687	292,495	263,909	41,158	162,330
University 1	73,500	42,382	239,362	46,363	7,695	117,252
Equipment & Renovations						
	84,286,855	8,189,752	23,238,699	15,063,719	2,436,930	20,238,867
Less Capitalized Items						
	84,286,855	8,189,752	23,238,699	15,063,719	2,436,930	20,238,867
Computer Services		1,841	4,867,821	693,088	104,945	1,154,338
Institutes, Centres & Specialized Academic Units	24,821	130,039	585,272	102,965	15,543	1,069,009
Communication Systems			1,389,948	212,387	29,952	305,150
Research Development	27,432	106,313	59,360	23,634	3,670	911,102
Staff Development Program			103	4	2	196,887
Colleges	191,983	2,371	422,622	85,246	13,321	181,002
Equipment & Renovations						
	244,236	240,564	7,325,126	1,117,324	167,433	3,817,488
Less Capitalized Items						
	244,236	240,564	7,325,126	1,117,324	167,433	3,817,488
Libraries						
Elizabeth Dafoe Library	1,698,602		2,542,207	623,473	91,012	2,951,519
Agriculture Library	44,006		43,297	14,385	1,881	108,478
Architecture and Fine Arts Library	90,958		239,556	52,660	7,120	85,565
Education Library	118,138		78,952	27,782	4,246	69,327
Engineering Library	107,276		74,786	27,656	3,923	295,671
Law Library	162,021		237,070	60,910	8,622	480,804
Management Library	141,368		167,307	42,152	6,648	81,571
Medical Library	492,451		688,438	178,322	25,570	1,232,987
Music Library	66,851		56,238	17,491	2,652	22,242
Science Library	196,580		281,374	67,065	10,294	1,004,876
St. John's College Library	18,947		71,552	13,112	1,949	29,429
St. Paul's College Library	18,947		88,151	13,967	2,306	42,973
Equipment & Renovations						
	3,156,145		4,568,928	1,138,975	166,223	6,405,442
Less Capitalized Items Books & Periodicals Expensed						(5,359,872)
	3,156,145		4,568,928	1,138,975	166,223	1,045,570

Equipment After.,Etc.	Gross Expenditure	Deduct Inter-Departmental Income	Total Expenditure March 31, 2000	Deduct Sales of Goods & Services	Net Expenditures March 31, 2000	March 31, 1999
$ 488,738	$ 11,312,271	$ 53,156	$ 11,259,115	$ 1,015,618	$ 10,243,497	$ 10,307,399
79,137	4,034,200		4,034,200	195,898	3,838,302	4,437,753
417,828	25,427,383	37,875	25,389,508	121,555	25,267,953	27,453,193
495,930	12,337,668	93,255	12,244,413	258,579	11,985,834	11,458,562
147,634	7,947,447		7,947,447	1,750,455	6,196,992	6,721,917
305,596	5,940,519	36,147	5,904,372	35,970	5,868,402	6,339,019
427,112	9,847,595	74,134	9,773,461	373,383	9,400,078	9,023,313
38,425	2,015,773	1,680	2,014,093	57,035	1,957,058	1,836,190
15,153	2,765,407		2,765,407	78,377	2,687,030	2,799,049
107,875	2,997,307		2,997,307	121,202	2,876,105	2,866,306
50,393	2,707,118		2,707,118	96,325	2,610,793	2,709,482
291,238	8,168,502		8,168,502	26,293	8,142,209	7,505,020
268,621	22,639,518	282,991	22,356,527	2,026,201	20,330,326	20,877,332
35,742	2,416,693	2,085	2,414,608	786,678	1,627,930	1,672,546
9,709	650,779		650,779	22,486	628,293	540,608
765,104	8,094,660		8,094,660	34,999	8,059,661	7,937,217
111,647	1,882,564		1,882,564		1,882,564	1,562,962
261,105	2,165,729		2,165,729	10,204	2,155,525	1,926,800
745,331	22,256,096	124,282	22,131,814	618,038	21,513,776	21,693,175
37,657	2,421,014	102,520	2,318,494	86,127	2,232,367	2,321,257
37,378	563,932		563,932		563,932	381,421
542,789	542,789		542,789		542,789	546,353
5,680,142	159,134,964	808,125	158,326,839	7,715,423	150,611,416	152,916,874
(4,056,274)	(4,056,274)		(4,056,274)		(4,056,274)	(4,205,748)
1,623,868	155,078,690	808,125	154,270,565	7,715,423	146,555,142	148,711,126
3,318,455	10,140,488	194,686	9,945,802	293,218	9,652,584	9,811,180
30,170	1,957,819	314,700	1,643,119	906,752	736,367	463,975
141,991	2,079,428	225,378	1,854,050	148,566	1,705,484	1,821,730
85,024	1,216,535		1,216,535	1,266,492	(49,957)	101,062
133	197,129		197,129		197,129	181,619
40,226	936,771	17,645	919,126		919,126	872,167
150,606	150,606		150,606		150,606	159,300
3,766,605	16,678,776	752,409	15,926,367	2,615,028	13,311,339	13,411,033
(1,736,219)	(1,736,219)		(1,736,219)		(1,736,219)	(1,779,435)
2,030,386	14,942,557	752,409	14,190,148	2,615,028	11,575,120	11,631,598
398,713	8,305,526	31,763	8,273,763	481,010	7,792,753	8,221,621
	212,047		212,047		212,047	193,417
	475,859		475,859		475,859	522,090
	298,445		298,445		298,445	392,320
	509,312		509,312		509,312	477,318
	949,427	599	948,828	10,441	938,387	828,691
	439,046		439,046		439,046	420,667
8,804	2,626,572	6,173	2,620,399	143,913	2,476,486	2,283,871
	165,474		165,474		165,474	158,420
	1,560,189		1,560,189		1,560,189	1,519,561
	134,989		134,989		134,989	261,846
	166,344		166,344		166,344	316,095
46,401	46,401		46,401		46,401	31,400
453,918	15,889,631	38,535	15,851,096	635,364	15,215,732	15,627,317
(313,022)	(313,022)		(313,022)		(313,022)	(628,065)
	(5,359,872)		(5,359,872)		(5,359,872)	(5,455,198)
140,896	10,216,737	38,535	10,178,202	635,364	9,542,838	9,544,054

Schedule 7 **Net Operating Expenditures** *(Page 2)*

	Salaries and Wages					
	Academic	*Other Instruction*	*Support*	*Staff Benefits*	*Payroll Tax Levy*	*Supplies and Expenses*
Student Services						
Aboriginal Student Centre	$	$ 2,360	$ 122,489	$ 14,316	$ 2,698	$ 62,449
Alumni Association			68,234	9,545	1,470	269,032
Admissions Office		13,152	644,682	95,454	14,185	164,999
Chaplain's Office						4,940
Counselling Services	463,697	40,646	106,580	83,755	13,182	211,688
Financial Aid and Awards		5,402	163,886	26,044	3,647	23,478
Housing and Student life			76,384	11,037	1,646	(7,383)
International Centre for Students		500	179,468	24,868	3,924	83,602
Parent's Programs						19,201
Playcare Centre			97,242	14,214	2,124	4,414
Recreation and Athletics	339,582	766,752	1,175,936	260,984	52,257	1,503,197
Special Programming	295,545	189,504	628,314	154,352	24,049	335,538
Student Records Office			702,333	98,514	15,051	240,153
U.M.S.U. Special Projects						9,000
University Health Services			452,205	60,482	9,739	99,110
Equipment & Renovations						
	1,098,824	1,018,316	4,417,753	853,565	143,972	3,023,418
Less Capitalized Items						
	1,098,824	1,018,316	4,417,753	853,565	143,972	3,023,418
Administration						
President's Office	724,980	11,792	1,857,719	344,604	56,571	659,580
Financial Services			2,557,931	376,979	55,182	87,847
Human Resources		13	1,696,316	246,568	36,612	343,090
Institutional Analysis			285,629	41,940	6,326	25,979
Audit Services			209,962	29,956	4,552	13,096
Legal Services			92,385	12,109	1,681	134,960
Office Machine Services						68,146
University Secretariat			255,510	37,571	5,520	74,816
Staff Benefits Office			452,496	69,460	9,795	118,358
Public Affairs			342,383	48,328	7,393	958,301
Equipment & Renovations						
	724,980	11,805	7,750,331	1,207,515	183,632	2,484,173
Less Capitalized Items						
	724,980	11,805	7,750,331	1,207,515	183,632	2,484,173
Physical Plant						
Insurance						568,013
Physical Plant		29	10,174,961	1,573,851	219,816	158,818
Planning Office			86,562	12,111	1,865	42,996
Post Office and Mail Service			180,635	27,527	3,892	908,154
Security			885,425	129,060	19,086	148,488
Utilities:						
Fuel-Fort Garry						5,025,482
Fuel-Medical and Dental						1,034,990
Light, Power and Water						4,517,035
Telephone			228,475	35,218	4,921	1,757,362
Pan Am Residences			281,194	18,254	6,046	(20,732)
Vehicle Fleet						39,176
Waste Management			9,106	613	196	614
Worker's Compensation						270,024
Fire & Safety Upgrades						2,017
Equipment & Renovations						
		29	11,846,358	1,796,634	255,822	14,452,437
Less Capitalized Items						
		29	11,846,358	1,796,634	255,822	14,452,437

		Deduct	Total Expenditure	Deduct	Net Expenditures	
Equipment Alter.,Etc.	Gross Expenditure	Inter-Departmental Income	March 31, 2000	Sales of Goods & Services	March 31, 2000	March 31, 1999
$	$ 204,312	$ 650	$ 203,662	$	$ 203,662	$ 196,368
	348,281		348,281		348,281	77,355
21,703	954,175		954,175		954,175	1,007,916
	4,940		4,940		4,940	3,099
6,285	925,833		925,833	13,163	912,670	1,292,164
7	222,464		222,464		222,464	295,422
188	81,872		81,872	5,978	75,894	89,591
7,638	300,000		300,000	106,744	193,256	124,239
320	19,521		19,521		19,521	29,171
3,773	121,767		121,767	22,303	99,464	36,778
46,960	4,145,668		4,145,668	3,104,662	1,041,006	1,079,642
26,220	1,653,522		1,653,522	337,264	1,316,258	1,123,115
19,476	1,075,527		1,075,527	185,751	889,776	1,130,787
	9,000		9,000		9,000	9,000
1,421	622,957		622,957	374,033	248,924	279,470
19,350	19,350		19,350		19,350	19,400
153,341	10,709,189	650	10,708,539	4,149,898	6,558,641	6,793,517
(51,434)	(51,434)		(51,434)		(51,434)	(130,858)
101,907	10,657,755	650	10,657,105	4,149,898	6,507,207	6,662,659
50,689	3,705,935	149,563	3,556,372	250,115	3,306,257	3,934,555
86,751	3,164,690	33,824	3,130,866	72,786	3,058,080	3,187,898
82,649	2,405,248		2,405,248	15,802	2,389,446	2,334,032
2,420	362,294		362,294		362,294	351,133
592	258,158		258,158		258,158	255,110
7,418	248,553		248,553		248,553	255,395
542,600	610,746	590,199	20,547		20,547	45,597
37,572	410,989		410,989		410,989	584,014
23,249	673,358		673,358	389,049	284,309	346,932
10,754	1,367,159	593,595	773,564	602	772,962	733,057
109,181	109,181		109,181		109,181	150,709
953,875	13,316,311	1,367,181	11,949,130	728,354	11,220,776	12,178,432
(953,875)	(953,875)		(953,875)		(953,875)	(317,663)
	12,362,436	1,367,181	10,995,255	728,354	10,266,901	11,860,769
	568,013		568,013		568,013	509,812
3,678,774	15,806,249	1,270,685	14,535,564	933,089	13,602,475	15,762,116
9,134	152,668		152,668		152,668	130,973
2,470	1,122,678	882,931	239,747		239,747	177,869
42,927	1,224,986	601,200	623,786	22,400	601,386	537,565
	5,025,482		5,025,482	902,018	4,123,464	2,720,095
130,911	1,165,901	31,484	1,134,417	17,136	1,117,281	969,331
	4,517,035	92,517	4,424,518	867,272	3,557,246	4,522,996
318,672	2,344,648	2,723,951	(379,303)	55,895	(435,198)	(316,327)
22,788	307,550		307,550		307,550	
1,751	40,927	48,159	(7,232)	32,333	(39,565)	39,365
5,808	16,337		16,337	70,413	(54,076)	
	270,024		270,024	31,452	238,572	98,749
24,125	26,142		26,142		26,142	4,096,609
2,145,200	2,145,200		2,145,200		2,145,200	2,097,003
6,382,560	34,733,840	5,650,927	29,082,913	2,932,008	26,150,905	31,346,156
(2,514,921)	(2,514,921)		(2,514,921)		(2,514,921)	(9,164,525)
3,867,639	32,218,919	5,650,927	26,567,992	2,932,008	23,635,984	22,181,631

Schedule 7 **Net Operating Expenditures** *(Page 3)*

	Salaries and Wages					
	Academic	*Other Instruction*	*Support*	*Staff Benefits*	*Payroll Tax Levy*	*Supplies and Expenses*
General Expenditure						
Annual Giving Program	$	$	$ 167,559	$ 17,761	$ 3,614	$ 49,083
Audit Fees/Memberships						184,248
Bad Debt						58,153
Calendars			2,945	191	63	44,060
Campus Beautification						1,314
Campus Planning Group		1,210	18,032	1,610	414	4,635
Cancopy Licence and Fees						(27,733)
Change in Vacation Pay Liability						481,830
Convocation			72,051	8,624	1,551	80,716
Employee Assistance Plan						
Handicapped Transport						
Miscellaneous						243,990
Ombudsman			43,378	5,864	934	10,670
Outreach Programs	750	2,245	3,600	297	131	19,460
R.G. & E.M. Knight Distinguished Visitors Program						
Private Funding			796,424	119,622	17,239	366,402
Quality Centre						
Retiring Allowances				13,340	2	
Rentals						51,594
Supplementary Health & Dental				904,080		
Supplementary Pensions				854,252		
Shuttle Bus						105,642
University Centre Management		3,461	382,248	54,200	8,305	472,192
United Way						5,544
Visitor Information Centre			11,859	1,391	255	
Equipment & Renovations						
	750	6,916	1,498,096	1,981,232	32,508	2,151,800
Less Capitalized Items						
	750	6,916	1,498,096	1,981,232	32,508	2,151,800
Total Operating Expenses	$ 89,511,790	$ 9,467,382	$ 60,645,291	$ 23,158,964	$ 3,386,520	$ 47,213,753

Equipment Alter.,Etc.	Gross Expenditure	Deduct Inter-Departmental Income	Total Expenditure March 31, 2000	Deduct Sales of Goods & Services	Net Expenditures March 31, 2000	March 31, 1999
$ 9,828	$ 247,845	$	$ 247,845	$	$ 247,845	$ 280,068
	184,248		184,248		184,248	180,005
	58,153		58,153		58,153	
	47,259		47,259	794	46,465	70,470
1,247	2,561		2,561		2,561	
4,334	30,235		30,235		30,235	
	(27,733)		(27,733)		(27,733)	71,857
	481,830		481,830		481,830	(203,010)
47,455	210,397		210,397		210,397	237,986
						158,259
1,634	1,634		1,634		1,634	1,688
188	244,178		244,178	1,071	243,107	48,321
320	61,166		61,166		61,166	8,302
3,500	29,983		29,983		29,983	25,321
						14,110
21,759	1,321,446		1,321,446		1,321,446	1,384,470
						78,895
	13,342		13,342	3,279	10,063	10,061
	51,594		51,594		51,594	41,640
	904,080		904,080		904,080	726,681
	854,252		854,252	427,000	427,252	426,028
3,849	109,491		109,491		109,491	88,959
66,661	987,067		987,067	528,125	458,942	236,925
	5,544		5,544		5,544	6,220
	13,505		13,505		13,505	
6,476	6,476		6,476		6,476	15,831
167,251	5,838,553		5,838,553	960,269	4,878,284	3,909,087
(46,694)	(46,694)		(46,694)		(46,694)	(200,935)
120,557	5,791,859		5,791,859	960,269	4,831,590	3,708,152
$ 7,885,253	$ 241,268,953	$ 8,617,827	$ 232,651,126	$ 19,736,344	$ 212,914,782	$ 214,299,989

Schedule 8 **Research & Special Fund Expenditures**

	Salaries and Wages				
	Academic	*Other Instruction*	*Support*	*Staff Benefits*	*Payroll Tax Levy*
Agricultural & Food Sciences	$ 30,165	$ 2,827,396	$ 852,950	$ 239,614	$ 45,151
Architecture		22,770	6,113	903	322
Arts	49,007	531,557	160,239	50,056	11,001
Continuing Education Division	309,356	90,524	255,462	79,731	12,803
Dentistry	49,855	138,473	265,057	40,646	7,532
Education	4,000	134,192	61,746	5,909	2,074
Engineering	196,616	1,850,822	243,753	66,167	12,167
School of Art		800			
Graduate Studies		1,004,355			
Human Ecology		188,560	50,792	11,134	2,489
Law		46,065	20,270	5,473	1,408
Management		72,719	124,940	17,697	3,158
Medicine	3,805,074	6,705,842	7,561,321	2,082,128	306,928
School of Music			1,950		
Natural Resources Institute	1,250	321,660	7,042	454	178
Nursing	43,819	74,476	125,462	19,039	3,200
Pharmacy	221,945	242,831	82,170	42,161	7,473
Physical Education and Recreation Studies	135,191	311,456	69,244	53,997	10,062
Science	95,869	1,731,300	230,193	105,299	18,478
Social Work	865,942	53,677	324,656	164,366	24,973
University 1		1,365	800		
	5,808,089	16,350,840	10,444,160	2,984,774	469,397
Less Capitalized Items					
	5,808,089	16,350,840	10,444,160	2,984,774	469,397
Computer Services					
Institutes, Centres and Specialized Academic Units		367,920	116,889	29,498	5,677
Communication Systems					
Colleges					
		367,920	116,889	29,498	5,677
Less Capitalized Items					
		367,920	116,889	29,498	5,677
Libraries			50,634	5,423	1,100
Less Capitalized Items					
Books & Periodicals Expensed					
			50,634	5,423	1,100
Student Services		444,586	10,016	473	164
Administration	4,470	65,784	183,653	21,612	4,070
Less Capitalized Items					
	4,470	65,784	183,653	21,612	4,070
Physical Plant			5,229		
General Expenditure			2,902		
Total Research and Special Fund Expenses	$ 5,812,559	$ 17,229,130	$ 10,813,483	$ 3,041,780	$ 480,408

Supplies and Expenses	*Equipment Alter.,Etc.*	*March 31, 2000 Gross Expenditure*	*March 31, 1999 Gross Expenditure*
$ 1,896,503	$ 766,476	$ 6,658,255	$ 6,261,404
58,069	4,158	92,335	49,407
668,185	117,733	1,587,778	1,522,436
284,851	33,686	1,066,413	996,354
324,672	58,194	884,429	808,291
100,907	4,802	313,630	383,581
983,710	813,268	4,166,503	3,756,340
11,207		12,007	20,946
		1,004,355	241,833
380,098	52,958	686,031	523,357
29,560	3,884	106,660	87,319
192,132	15,666	426,312	428,446
16,766,384	1,972,717	39,200,394	37,763,622
2,960		4,910	25,446
352,387	63,854	746,825	371,292
130,481		396,477	523,286
144,614	308,090	1,049,284	727,606
364,759	45,201	989,910	1,324,380
2,169,532	947,626	5,298,297	4,787,064
588,036	144,888	2,166,538	1,689,030
		2,165	
25,449,047	5,353,201	66,859,508	62,291,440
	(4,407,124)	(4,407,124)	(3,435,587)
25,449,047	946,077	62,452,384	58,855,853
			2,170
2,715,358	69,211	3,304,553	3,282,287
			2,485
3,739		3,739	6,261
2,719,097	69,211	3,308,292	3,293,203
	(50,185)	(50,185)	(30,043)
2,719,097	19,026	3,258,107	3,263,160
404,459	45,249	506,865	364,954
	(39,906)	(39,906)	(11,472)
(366,615)		(366,615)	(284,834)
37,844	5,343	100,344	68,648
81,138	60	536,437	61,928
1,057,696	54,522	1,391,807	767,731
	(28,859)	(28,859)	(18,524)
1,057,696	25,663	1,362,948	749,207
		5,229	3,375
9,165		12,067	22,025
$ 29,353,987	$ 996,169	$ 67,727,516	$ 63,024,196